GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Energy Dept. - Providing Government Guarantee for an amount of Rs.1150 Crores (Rupees one thousand one hundred fifty crores only) to the DISCOMs (APEPDCL – Rs.600 Crs in favour of the State Bank of India, Commercial branch, Vijayawada) and (APCPDCL – Rs.100 Crs, APSPDCL – Rs.200 Crs and APEPDCL – Rs.250 Crs in favour of the Union Bank of India, Mid Corporate Branch, Vijayawada) for the CC limits being availed – Orders - Issued.

ENERGY (POWER-III) DEPARTMENT

G.O.MS.No. 90 Dated: 12-11-2025
Read:

From the Director, Finance APTRANSCO & Member, APPCC, Lr. No. APPCC /FA & CCA /GM-Co-ord /DGM- C/ AO/ SA/ D.No.225/25, dt:16.07.2025

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O R D E R:

In the reference read above, the Director, Finance APTRANSCO & Member, APPCC has requested the Government to provide Government Guarantee for an amount of Rs.1150 Crores, to the DISCOMs (APEPDCL – Rs.600 Crs in favour of the State Bank of India, Commercial branch, Vijayawada) and (APCPDCL – Rs.100 Crs, APSPDCL – Rs.200 Crs and APEPDCL – Rs.250 Crs in favour of the Union Bank of India, Mid Corporate Branch, Vijayawada) for the CC limits being availed by the DISCOMs.

2. After careful examination of the matter, Government hereby accord approval for providing the Government Guarantee for an amount of Rs.1150 Crs (Rupees one thousand one hundred fifty crores only) to the DISCOMs (APEPDCL – Rs.600 Crs in favour of the State Bank of India, Commercial branch, Vijayawada) and (APCPDCL – Rs.100 Crs, APSPDCL – Rs.200 Crs and APEPDCL – Rs.250 Crs in favour of the Union Bank of India, Mid Corporate Branch, Vijayawada) for the CC limits being availed with the following conditions:-

(i) The Guarantee will be valid for the entire tenure of the loan period.
(ii) The Guarantee is extended for the Principal and interest part.
(iii) APPCC has to negotiate to ensure zero foreclosure charges clause in the agreement.
(iv) Submission of repayment schedule of Principal and Interest along with the details such as interest rate, tenure, moratorium period etc., conditions if any.
(v) The Government Guarantee shall come into force only in the event of failure to pay the obligations to the lending institution by the respective DISCOMs.
(vi) The deed shall not be valid, unless it is signed by the authorised officer of the Finance Department, Government of Andhra Pradesh.
(vii) Respective DISCOMs shall meet the debt servicing from their own resources.
viii) Respective DISCOMs has to pay 2% Guarantee Commission on the Guaranteed amount.

3. The Member Convenor, APPCC, Vijayawada and the Chairman & Managing Directors, APDISCOMs shall take further necessary action accordingly.

4. This order issues with the concurrence of Finance Department vide their U.O.No.FIN01-FMU0ASD(IIE)/18/2025-FMU-IC-IIE, (Computer No. 2749642) Dated:05.11.2025.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

K. VIJAYANAND
SPECIAL CHIEF SECRETARY TO GOVERNMENT (FAC)

To
The Member Convenor,
Andhra Pradesh Power Coordination Committee, Vijayawada.
The Chairman &Managing Directors, APEPDCL/APCPDCL/APSPDCL/
Visakhapatnam/Vijayawada/Tirupati.

Copy to:
The Manager, the State Bank of India, Commercial branch, Vijayawada
The Manager, the Union Bank of India, Mid Corporate Branch, Vijayawada
The P.S to Secretary to C.M.
The O.S.D. to Minister, Energy.
The P.S to Special Chief Secretary to Govt., Energy Department.
The P.S to the Principal Secretary to Govt., Finance Department
SF/SC (Computer No. **2904276**)

//FORWARDED:: BY ORDER//

SECTION OFFICER